

Convention and Entertainment Facilities Operating Fund  
For the period ended November 30, 2005  
(amounts expressed in thousands)

|  | Unaudited<br>Preliminary<br>FY2005 | Adopted<br>Budget | Current<br>Budget | FY2006<br>YTD   | Controllers<br>Projection | F & A<br>Projection |
|--|------------------------------------|-------------------|-------------------|-----------------|---------------------------|---------------------|
| <b>Operating Revenues</b>                |                                    |                   |                   |                 |                           |                     |
| Facility Rentals                         | \$ 6,255                           | \$ 5,951          | \$ 5,951          | \$ 2,037        | \$ 5,651                  | \$ 5,651            |
| Parking                                  | 8,882                              | 9,252             | 9,252             | 2,486           | 9,147                     | 9,147               |
| Food and Beverage Concessions            | 3,372                              | 2,788             | 2,788             | 707             | 2,624                     | 2,624               |
| Contract Cleaning                        | 247                                | 192               | 192               | 25              | 192                       | 192                 |
| Total Operating Revenues                 | <u>18,756</u>                      | <u>18,183</u>     | <u>18,183</u>     | <u>5,255</u>    | <u>17,614</u>             | <u>17,614</u>       |
| <b>Operating Expenses</b>                |                                    |                   |                   |                 |                           |                     |
| Personnel                                | 6,655                              | 7,068             | 7,068             | 2,947           | 7,068                     | 7,068               |
| Supplies                                 | 562                                | 682               | 682               | 204             | 682                       | 682                 |
| Services                                 | 20,841                             | 25,304            | 25,429            | 7,298           | 26,429                    | 26,429              |
| Total Operating Expenses                 | <u>28,058</u>                      | <u>33,054</u>     | <u>33,179</u>     | <u>10,449</u>   | <u>34,179</u>             | <u>34,179</u>       |
| Operating Income (Loss)                  | <u>(9,302)</u>                     | <u>(14,871)</u>   | <u>(14,996)</u>   | <u>(5,194)</u>  | <u>(16,565)</u>           | <u>(16,565)</u>     |
| <b>Nonoperating Revenues (Expenses)</b>  |                                    |                   |                   |                 |                           |                     |
| Hotel Occupancy Tax                      |                                    |                   |                   |                 |                           |                     |
| Current                                  | 41,202                             | 45,000            | 45,000            | 23,567          | 45,000                    | 45,000              |
| Delinquent                               | 1,416                              | 900               | 900               | 639             | 1,100                     | 1,100               |
| Advertising Services                     | (9,892)                            | (10,350)          | (10,350)          | (2,820)         | (10,350)                  | (10,350)            |
| Promotion Contracts                      | (7,969)                            | (8,550)           | (8,550)           | (2,330)         | (8,550)                   | (8,550)             |
| Contracts/Sponsorships                   | (1,745)                            | (2,577)           | (2,627)           | (608)           | (2,627)                   | (2,627)             |
| Net Hotel Occupancy Tax                  | <u>23,012</u>                      | <u>24,423</u>     | <u>24,373</u>     | <u>18,448</u>   | <u>24,573</u>             | <u>24,573</u>       |
| Interest Income                          | 1,042                              | 1,000             | 1,000             | 559             | 1,300                     | 1,300               |
| Capital Outlay                           | (8,521)                            | (2,969)           | (2,844)           | (806)           | (2,844)                   | (2,844)             |
| Non-Capital Outlay                       | (57)                               | (128)             | (128)             | (2)             | (128)                     | (128)               |
| Other Interest                           | (219)                              | (900)             | (900)             | (477)           | (900)                     | (900)               |
| Other                                    | 4,638                              | 2,162             | 2,162             | 67              | 2,162                     | 2,162               |
| Other Financing Sources - Pension Bonds  | 0                                  | 0                 | 0                 | 0               | 0                         | 0                   |
| Total Nonoperating Rev (Exp)             | <u>19,895</u>                      | <u>23,588</u>     | <u>23,663</u>     | <u>17,789</u>   | <u>24,163</u>             | <u>24,163</u>       |
| Income (Loss) Before Operating Transfers | <u>10,593</u>                      | <u>8,717</u>      | <u>8,667</u>      | <u>12,595</u>   | <u>7,598</u>              | <u>7,598</u>        |
| <b>Operating Transfers</b>               |                                    |                   |                   |                 |                           |                     |
| Transfers for Interest                   | 6,538                              | 8,633             | 8,583             | 3,645           | 8,583                     | 8,583               |
| Transfers for Principal                  | 6,548                              | 7,230             | 7,230             | 3,585           | 7,230                     | 7,230               |
| Interfund Transfers Out                  | 1,644                              | 0                 | 0                 | 11              | 11                        | 11                  |
| Miller Outdoor Theater Transfer          | (442)                              | (1,119)           | (1,119)           | (280)           | (1,119)                   | (1,119)             |
| Transfers to(from) Special               | (2,500)                            | (1,700)           | (1,700)           | 0               | (1,700)                   | (1,700)             |
| Total Operating Transfers                | <u>11,788</u>                      | <u>13,044</u>     | <u>12,994</u>     | <u>6,961</u>    | <u>13,005</u>             | <u>13,005</u>       |
| Net Income (Loss)                        |                                    |                   |                   |                 |                           |                     |
| Operating Fund Only                      | \$ <u>(1,195)</u>                  | \$ <u>(4,327)</u> | \$ <u>(4,327)</u> | \$ <u>5,634</u> | \$ <u>(5,407)</u>         | \$ <u>(5,407)</u>   |

**About the Fund:**

The Convention and Entertainment Facilities operating fund is an enterprise fund that accounts for the operation of the City's six major entertainment centers and City-owned parking garages. These centers include the following: Jesse H. Jones Hall; Bayou Place; Houston Center for The Arts; Gus S. Wortham Center; George R. Brown Convention Center and the Tranquility Park and Civic Center garages.